						Т										Curi	rent	Prior	Year				
	March-08 Allocation Returns-Quarter				December-07 Allocation Returns-Quarter				September-07 Allocation Returns-Quarter				FY	TD	FY	07		3 Years Ended 6/30/2007		Ended			
			tual Policy(1) Gross Net		Market Value				Net	Allocation  Market Value Actual Policy(1)			Gross Net		Returns Gross Net		Returns Gross Net		6/30/2007 Gross Net		6/30/2006 Gross Net		
LARGE CAP DOMESTIC EQUITY  Structured Growth  Los Angeles Capital	18.767.680	1.4%	1.5%	-10.86%	-10.91%	21.067.593	1.5%	1.5%	-1.45%	-1.50%	22.372.471	1.6%	1.5%	0.44%	0.38%	-11.77%	-11 91%	22.11%	21 84%	13.59%	13.35%	N/A	N/A
Total Structured Growth	18,767,680	1.4%	1.5%	-10.86%	-10.91%	21,067,593	1.5%	1.5%	-1.45%	-1.50%	22,372,471	1.6%	1.5%	0.44%	0.38%	-11.77%	-11.91%	22.11%	21.84%	13.59%	13.35%	11.19%	
Russell 1000 Growth				-10.18%	-10.18%				-0.77%	-0.77%				4.21%	4.21%	-7.12%	-7.12%	19.04%	19.04%	8.70%	8.70%	9.28%	9.28%
Structured Value	18,601,137	1.3%	1.5%	-9.65%	-9.73%	20,609,256	1.5%	1.5%	-5.44%	-5.53%	21,811,446	1.6%	1.5%	-0.80%	-0.89%	-15.24%	-15 48%	24.21%	23 77%	19 46%	19.00%	17.00%	16 55%
Russell 1000 Value	10,001,137	1.576	1.570	-8.72%	-8.72%	20,003,230	1.570	1.570	-5.80%	-5.80%	21,011,440	1.070	1.570	-0.24%	-0.24%	-14.22%		21.87%		15.93%	15.93%	13.31%	
Russell 1000 Enhanced Index Los Angeles Capital	37,622,205	2.7%	3.0%	-10.17%	-10.22%	41,905,598	3.0%	3.0%	-1.02%	-1.07%	44,538,984	3.2%	3.0%	0.29%	0.24%	-10.83%	-10.96%	21.51%	21.27%	13.70%	13.46%	N/A	N/A
Russell 1000 S&P 500 Enhanced Index				-9.48%	-9.48%				-3.23%	-3.23%				1.98%	1.98%	-10.67%	-10.67%	20.43%	20.43%	12.34%	12.34%	N/A	N/A
Westridge S&P 500	42,658,337	3.1%	3.0%	<b>-9.05%</b> -9.44%	<b>-9.12%</b> -9.44%	46,965,807	3.4%	3.0%	<b>-2.97%</b> -3.33%	<b>-3.04%</b> -3.33%	49,360,648	3.6%	3.0%	2.26% 2.03%	2.18% 2.03%	<b>-9.75%</b> -10.68%		<b>21.48%</b> 20.59%		<b>12.30%</b> 11.68%	<b>11.98%</b> 11.68%	N/A N/A	N/A N/A
130/30																							
State Street Total 130/30	13,908,513 13,908,513	1.0%	1.0%	-10.63% -10.63%	-10.81%	12,748,248 <b>12,748,248</b>	0.9%	1.0%	-6.18% -6.18%	-6.37% -6.37%	13,525,291 13.525,291	1.0%	1.0%	-0.60% -0.60%	-0.80% -0.80%	-16.65% -16.65%		22.77% 22.77%	21.82%	12.69% 12.69%	12.34% 12.34%	11.31% 11.31%	
S&P 500	13,900,513	1.0%	1.0%	-9.44%	-9.44%	12,740,240	0.9%	1.0%	-3.33%	-3.33%	13,525,291	1.0%	1.0%	2.03%	2.03%	-10.68%		20.59%		11.68%	11.68%		
TOTAL LARGE CAP DOMESTIC EQUITY S&P 500	131,557,872	9.5%	10.1%	<b>-9.87%</b> -9.44%	<b>-9.94%</b> -9.44%	143,296,502	10.3%	10.1%	<b>-2.82%</b> -3.33%	<b>-2.89%</b> -3.33%	151,608,840	10.9%	10.1%	<b>0.70%</b> 2.03%	<b>0.62%</b> 2.03%	<b>-11.80%</b> -10.68%		<b>22.25%</b> 20.59%		<b>14.08%</b> 11.68%	<b>13.76%</b> 11.68%	12.47%	12.22%
SMALL CAP DOMESTIC EQUITY Manager-of-Managers			. =					. ==./					. =										
<b>SEI</b> Russell 2000 + 200bp	21,591,931	1.6%	1.7%	<b>-11.27%</b> -9.43%	-11.46% -9.43%	22,021,537	1.6%	1.7%	<b>-6.16%</b> -4.09%	<b>-6.35%</b> -4.09%	23,489,680	1.7%	1.7%	<b>-3.47%</b> -2.60%	<b>-3.66%</b> -2.60%	<b>-19.63%</b> -15.40%		19.32% 18.76%	<b>18.39%</b> 18.76%	14.58% 15.72%	<b>13.70%</b> 15.72%	<b>15.22%</b> 16.16%	
Enhanced Research Affiliates Russell 2000	21,544,680	1.6%	1.7%	<b>-6.56%</b> -9.90%	- <b>6.75%</b> -9.90%	20,870,861	1.5%	1.7%	-6.81% -4.58%	-7.00% -4.58%	22,396,398	1.6%	1.7%	N/A -3.09%	N/A -3.09%	N/A -16.68%	N/A -16.68%	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY Russell 2000	43,136,611	3.1%	3.4%	<b>-8.98%</b> -9.90%	<b>-9.17%</b> -9.90%	42,892,398	3.1%	3.4%	<b>-6.48%</b> -4.58%	<b>-6.67%</b> -4.58%	45,886,078	3.3%	3.4%	<b>-4.79%</b> -3.09%	<b>-4.98%</b> -3.09%	<b>-18.95%</b> -16.68%	-19.45%	<b>19.32%</b> 16.44%	<b>18.39%</b> 16.44%	<b>14.58%</b> 13.45%	<b>13.70%</b> 13.45%	<b>15.22%</b> 13.88%	
INTERNATIONAL EQUITY Large Cap - Active				5.5575	0.0070				1.0070	1.0070				0.0070	0.0070	70.0070	70.0070	10.7770	70.7770	10.1070	10.1070	70.0070	70.0070
Capital Guardian	39,637,927	2.9%	3.1%	-10.79%	-10.93%	42,235,896	3.0%	3.1%	-1.08%	-1.23%	44,750,479	3.2%	3.1%	0.75%	0.61%	-11.09%		26.71%		21.84%	21.19%	15.49%	14.89%
LSV Total Large Cap - Active	37,359,070 <b>76,996,997</b>	2.7% 5.6%	3.1% <b>6.1%</b>	-12.73% -11.74%	-12.84% -11.87%	40,609,656 <b>82,845,552</b>	2.9% 6.0%	3.1% <b>6.1%</b>	-6.27% -3.67%	-6.39% -3.80%	45,428,193 <b>90.178.672</b>	3.3% <b>6.5%</b>	3.1% <b>6.2%</b>	-3.25% -1.30%	-3.37% -1.43%	-20.86% -16.09%		31.87% 29.24%	31.24% 28.57%	N/A 23.57%	N/A 22 95%	N/A 18.89%	N/A 18.43%
MSCI EAFE - 50% Hedged	10,330,331	3.070	0.170	-12.04%	-12.04%	02,043,332	0.070	0.170	-2.19%	-2.19%	30,110,012	0.576	0.2 /0	0.11%	0.11%	-13.88%	-13.88%		26.94%		22.55%	15.71%	15.71%
Small Cap - Value																							
DFA Lazard	9,674,534	0.7%	0.8%	-3.50% N/A	-3.65% N/A	10,042,378	0.7%	0.8%	N/A N/A	N/A N/A	11.035.970	0.0%	0.0%	N/A -3.72%	N/A -3.92%	N/A N/A	N/A N/A	N/A 22.00%	N/A 21.03%	N/A 21.90%	N/A 20.93%	N/A N/A	N/A N/A
Total Small Cap Value S&P/Citigroup Broad Market Index < \$2BN	9,674,534	0.7%	0.8%	-3.50% -14.70%	-3.65% -14.70%	10,042,378	0.7%	0.8%	-0.52% -5.94%	-0.64% -5.94%	11,035,970	0.8%	0.8%	-3.72% -0.66%	-3.92% -0.66%	-7.56% -20.29%	-8.02%	22.00%		21.90% 21.90% 26.34%	20.93%	N/A N/A	N/A N/A
Small Cap - Growth																							
Vanguard	9,424,443	0.7%	0.8%	-8.24%	-8.33%	10,279,696	0.7%	0.8%	-4.76%	-4.84%	10,799,971	0.8%	0.8%	-1.37%	-1.48%	-13.81%		31.58%		28.73%		N/A	N/A
Citigroup Broad Market Index < \$2BN  TOTAL INTERNATIONAL EQUITY	96.095.974	7.0%	7.6%	-14.70% -10.63%	-14.70% -10.75%	103.167.626	7.4%	7.6%	-5.94% -3.84%	-5.94% -3.97%	112.014.613	8.1%	7.7%	-0.66% -1.56%	-0.66% -1.70%		-20.29% -15.74%		28.58% 28.02%	26.34% 24.09%	26.34%	N/A 17.79%	N/A 17.15%
MSCI EAFE - 50% Hedged	90,095,974	7.0%	7.0%	-12.04%	-12.04%	103,107,020	1.4%	7.0%	-2.19%	-2.19%	112,014,013	0.1%	1.1%	0.11%	0.11%		-13.88%		26.94%		22.55%	15.71%	15.71%
DOMESTIC FIXED INCOME Core Bond				-0.98%									.=							4.65%	4.44%		
Western Asset Lehman Aggregate	190,520,373	13.8%	15.0%	<b>-0.98%</b> 2.17%	<b>-1.03%</b> 2.17%	197,959,539	14.2%	15.0%	1.68% 3.00%	1.63% 3.00%	196,540,726	14.2%	15.1%	1.92% 2.84%	1.87% 2.84%	2.62% 8.23%	2.46% 8.23%	<b>7.51%</b> 6.12%	7.29% 6.12%	3.98%	3.98%	5.85% 4.48%	5.64% 4.48%
Mortgage Backed				2.1770	2.1770				0.0070	0.0070				2.0770	2.0770	0.2070	0.2070	0.1270	0.7270	0.0070	0.0070	1. 1070	1.1070
Hyperion Lehman Global Aggregate (US Securitized Po	48,728,335 ortion)	3.5%	3.9%	<b>-7.92%</b> 4.18%	<b>-7.97%</b> 4.18%	52,952,578	3.8%	3.9%	<b>-0.95%</b> 3.15%	<b>-1.00%</b> 3.15%	53,494,023	3.9%	3.9%	<b>-1.73%</b> 3.88%	<b>-1.78%</b> 3.88%	<b>-10.37%</b> 11.63%	<b>-10.51%</b> 11.63%	N/A	N/A	N/A	N/A	N/A	N/A
Core Plus/Enhanced																							
Clifton Group Prudential	57,405,513 55,849,953	4.2%	3.9%	3.69%	3.69%	57,708,809 55,331,126	4.1%	3.9%	3.99%	3.99%	55,491,470 54.017.506	4.0%	3.9%	4.41% 2.01%	4.41%	12.59%	12.59% 5.44%	5.52% N/A	5.52% N/A	N/A N/A	N/A N/A	N/A N/A	N/A N/A
Total Core Plus/Enhanced	113,255,466	8.2%	7.7%	2.38%	2.35%	113,039,935	8.1%	7.7%	3.27%	3.23%	109,508,976	7.9%	7.8%	3.21%	3.18%	9.12%	9.02%	6.05%	5.95%	N/A	N/A	N/A	
Lehman Aggregate				2.17%	2.17%				3.00%	3.00%				2.84%	2.84%	8.23%	8.23%	6.12%	6.12%				
Index																							
Bank of ND Total Index	98,249,924 <b>98,249,924</b>	7.1% <b>7.1%</b>	6.8% <b>6.8%</b>	2.96% 2.96%	2.94% 2.94%	99,028,937 <b>99,028,937</b>	7.1% <b>7.1%</b>	6.8% <b>6.8%</b>	3.06% 3.06%	3.04% 3.04%	97,835,264 <b>97,835,264</b>	7.1% <b>7.1%</b>	6.8% <b>6.8%</b>	3.11% 3.11%	3.09% 3.09%	9.41% <b>9.41%</b>	9.36% <b>9.36%</b>	5.52% 5.52%	5.45% <b>5.45%</b>	2.98% 3.01%	2.92% 2.80%	4.39% <b>4.25%</b>	4.32% 4.10%
Lehman Gov/Credit (3)	55,245,524	11170	0.070	2.53%	2.53%	00,020,001	71170	0.070	3.10%	3.10%	07,000,204	11170	0.070	3.01%	3.01%	8.89%	8.89%	6.00%	6.00%	3.04%	3.04%	4.35%	4.35%
BBB Average Quality Wells Capital (formerly Strong)	194,095,527	14.1%	15.0%	0.42%	0.36%	196,251,860	14.1%	15.0%	2.04%	1.98%	193,933,169	14.0%	15.1%	1.53%	1.48%	4.04%	3.87%	8.16%	7.93%	5.09%	4.86%	6.82%	
Lehman US Credit Baa  TOTAL DOMESTIC FIXED INCOME	644,849,625	46.7%	48.3%	-1.05% <b>0.04%</b>	-1.05% <b>0.00%</b>	659.232.849	47.4%	48.4%	1.90% <b>2.04%</b>	1.90% 2.00%	651,312,158	47.0%	48.7%	1.67% <b>1.89</b> %	1.67% 1.84%	2.51% 4.01%	2.51% 3.88%	7.54% <b>7.29</b> %	7.54% <b>7.11%</b>	4.47% 4.12%	4.47% 4.01%	6.59% <b>5.57%</b>	6.59% <b>5.43%</b>
Lehman Aggregate (4)	644,849,625	46.7%	48.3%	2.17%	2.17%	659,232,849	47.4%	48.4%	3.00%	3.00%	651,312,158	47.0%	48.7%	2.84%	2.84%	8.23%	8.23%	6.12%	6.12%	<b>4.12%</b> 4.13%	4.01%	<b>5.57%</b> 4.87%	4.87%
INFLATION PROTECTED ASSETS Northern Trust Global Investments	150.187.831	10.9%	10.0%	5.45%	5.44%	151.127.642	10.9%	10.1%	5.08%	5.07%	146.169.453	10.5%	10.1%	4.58%	4.57%	15.89%	15.86%	3.98%	3.93%	3.83%	3.78%	N/A	N/A
Western	148,046,494	10.7%	10.0%	3.87%	3.84%	150,135,547	10.8%	10.1%	4.19%	4.16%	145,031,121	10.5%	10.1%	5.17%	5.14%	13.81%	13.71%	3.46%	3.35%	3.43%	3.40%	N/A	N/A
TOTAL INFLATION PROTECTED ASSETS LB US TIPS Index	298,234,325	21.6%	20.1%	<b>4.66%</b> 5.18%	<b>4.64%</b> 5.18%	301,263,189	21.6%	20.2%	<b>4.63%</b> 4.97%	<b>4.62%</b> 4.97%	291,200,574	21.0%	20.3%	<b>4.87%</b> 4.54%	<b>4.85%</b> 4.54%	<b>14.85%</b> 15.42%	<b>14.78%</b> 15.42%	<b>3.72%</b> 4.07%	<b>3.64%</b> 4.07%	<b>3.63%</b> 3.96%	<b>3.59%</b> 3.96%	N/A N/A	N/A N/A
REAL ESTATE																							
JP Morgan	89,653,515	6.5%	5.5%	-5.96%	-6.29%	87,703,157	6.3%	5.5%	3.18%	2.82%	85,060,620	6.1%	5.5%	3.48%	3.12%	0.41%	-0.63%	17.61%		N/A	N/A	N/A	N/A
NCREIF Total Index CASH EQUIVALENTS				3.21%	3.21%				3.21%	3.21%				3.56%	3.56%	10.32%	10.32%	17.24%	17.24%	17.14%	17.14%	N/A	N/A
Bank of ND 90 Day T-Bill	77,837,146	5.6%	5.1%	<b>0.70%</b> 0.88%	<b>0.70%</b> 0.88%	54,155,975	3.9%	4.8%	0.96% 1.05%	0.96% 1.05%	49,156,756	3.5%	4.2%	1.24% 1.34%	1.24% 1.34%	2.93% 3.31%	2.93% 3.31%	<b>5.36%</b> 5.21%	5.36% 5.21%	<b>4.10%</b> 3.78%	4.10% 3.78%	3.00% 2.76%	3.00% 2.76%
TOTAL INSURANCE TRUST	1,381,365,068	100.0%	100.0%	-1.38%	-1.45%	1,391,711,696	100.0%	100.0%	1.35%	1.28%	1,386,239,639	100.0%	100.0%	1.91%	1.84%	1.86%			10.30%	7.25%	7.02%	8.01%	
POLICY TARGET BENCHMARK				0.04%	0.04%				2.04%	2.04%				2.69%	2.69%	4.82%	4.82%	9.56%	9.56%	7.10%	7.10%	7.44%	7.44%

NOTE: Monthly returns and market values are preliminary and subject to change.

<sup>(1)</sup> Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations. (2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index (3) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Gov/Credit index. (4) Prior to July 1, 2005, the benchmark was LB Gov/Credit Index.